

STATE OF TENNESSEE DEPARTMENT OF FINANCE AND ADMINISTRATION SAFETY NET STATE CAPITOL NASHVILLE. TENNESSEE 37243-0285

Report to Fiscal Review

Tuesday, June 20, 2006

- ESI Contract Amendments
 - a. Term extension
 - i. Term extended from ending June 30, 2006 to new end date of December 31, 2006
 - Reduction in prescription administrative fee from \$1.95 to \$1.25 per Rx (fees paid for SPMI, Insulin and Discount Card only)
 - iii. Reduction of maximum liability by \$8.4 million
 - b. Program extension communication to patients
 - i. Three sets of letters, prescription forms for RxOutreach
 - ii. Waves 2 and 3 will reference new CoverRx program
 - c. Pharmacy assistance results
 - i. Helped over 112,000 unique Tennesseans get medication
 - ii. Filled more than two million prescriptions (2.37million 30-day equivalent prescriptions)
 - iii. Over half a million 30-day prescriptions dispensed as a result of pharmacy transitional assistance through the Safety Net program
 - iv. Current "run rate" for funded assistance holding steady at \$1.5 million per month
- II. Volunteer State Health Plan Amendment Transplant Assistance Program
 - a. Term extension
 - i. Term extended from ending August 31, 2006 to new end date of June 30, 2007
 - No change in scope of service, program fees or program cost
 - iii. 144 TennCare disenrollees at start of program; majority have transitioned to Medicare
 - iv. Current "run rate" \$60,000 per month
- III. Updated Safety Net Program Results (attached)